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Attorneys for Chapter 11 Debtor and Debtor in Possession

UNITED STATES BANKRUPTCY COURT
CENTRAL DISTRICT OF CALIFORNIA – LOS ANGELES DIVISION

In re
CORNERSTONE APPAREL, INC.
d/b/a Papaya Clothing,
Debtor.

) Case No. 2:17-bk-17292-VZ
)
) Chapter 11
)
) **DEBTOR-IN-POSSESSION'S SECOND**
) **REPORT ON STATUS OF**
) **REORGANIZATION CASE;**
) **DECLARATION OF TAE Y. YI IN**
) **SUPPORT THEREOF**
)
) Status Conference:
) Date: September 14, 2017
) Time: 9:30 a.m.
) Courtroom: 1368
) Location: 255 E. Temple Street
) Los Angeles, California

1 **TO THE HONORABLE VINCENT P. ZURZOLO; ALL KNOWN SECURED**
2 **CREDITORS (IF ANY); THE OFFICIAL COMMITTEE OF UNSECURED**
3 **CREDITORS AND ITS PROPOSED COUNSEL OF RECORD; THE TWENTY**
4 **LARGEST CREDITORS HOLDING UNSECURED CLAIMS; THE OFFICE OF THE**
5 **UNITED STATES TRUSTEE; AND ALL PARTIES REQUESTING SPECIAL NOTICE:**

6 Cornerstone Apparel, Inc., a California corporation d/b/a Papaya Clothing and the debtor
7 and debtor-in-possession herein (the “Debtor”), hereby submits this second report on the status
8 of the Debtor’s reorganization case (the “Status Report”), pursuant to the Court’s *Order: (1)*
9 *Setting Conference On Status Of Reorganization Case; (2) Requiring Debtors-In-Possession To*
10 *Appear At Status Conference And File Report On Status Of Reorganization Case, Or Face*
11 *Possible (A) Conversion Of Case To Chapter 7; (B) Dismissal Of Case; or (C) Appointment Of*
12 *Trustee; (3) Requiring Compliance With Standards Re Employment And Fee Applications; (4)*
13 *Giving Notice Of Probable Use Of Court-Appointed Expert Witness For Contested Valuation*
14 *Requests; (5) Mandating Use Of Forms By Individual Debtors; And (6) Establishing Procedure*
15 *For (A) Motion For Order Approving Adequacy Of Disclosure Statement; And (B) Motion For*
16 *Order Confirming Plan* entered on June 19, 2017, and in advance of the continued Chapter 11
17 status conference scheduled in the Debtor’s case on September 14, 2017 at 9:30 a.m.

18 **A. Background.**

19 The Debtor filed a voluntary petition under Chapter 11 of 11 U.S.C. §§ 101 *et seq.* (the
20 “Bankruptcy Code”) on June 15, 2017 (the “Petition Date”). The Debtor continues to operate its
21 business, manage its financial affairs and operate its bankruptcy estate as a debtor-in-possession
22 pursuant to Sections 1107 and 1108 of the Bankruptcy Code.

23 The Debtor operates a chain of apparel stores under the name “Papaya Clothing” that caters
24 to teens, juniors and the “young at heart,” and focuses on the 16 to 25 year old age group. Given
25 the ever-changing fashion world, the Debtor has established a production line that can take a new
26 design from start to finish within a two-week period in order to give its customers an impressive
27 selection of the latest fashions.

1 The Debtor is based in Commerce, California with a 75,000 square foot headquarters
2 complex, which includes its warehouse and distribution facilities. As of the Petition Date, the
3 Debtor employed a workforce of approximately of 1,300 employees.

4 **B. Post-Petition Operations And Case Administration.**

5 As of the Petition Date, the Debtor owned and operated over 80 retail stores located in
6 shopping malls and shopping centers throughout the United States (collectively, the “Retail
7 Stores,” and individually, a “Retail Store”). The Debtor has been operating its business and the
8 Retail Stores in the ordinary course since the Petition Date.

9 The Debtor is currently focused on evaluating the viability of the Retail Stores. As part of
10 its “first-day” emergency motions, on the Petition Date, the Debtor filed a motion seeking Court
11 authority to reject the unexpired real property leases for eight (8) of the Debtor’s Retail Stores and
12 twenty two (22) vacated store sites, effective as of June 30, 2017 (or earlier, if the Debtor had
13 already vacated the premises), and seeking other related relief. The foregoing motion was granted
14 by the Court pursuant to an order entered on June 21, 2017. On August 4, 2017, the Debtor filed a
15 second motion seeking Court authority to reject the unexpired real property leases for two (2) of
16 the Debtor’s Retail Stores, effective as of August 31, 2017. The foregoing motion was granted by
17 the Court pursuant to an order entered on August 30, 2017. As a result of the foregoing motions,
18 there are currently a total of seventy-eight (78) remaining Retail Stores being operated by the
19 Debtor.

20 While the Debtor has performed detailed analyses of the 78 Retail Stores to determine
21 which of the Retail Stores are profitable (or potentially profitable if rent concessions can be
22 successfully negotiated) and which of the Retail Stores are not profitable and therefore must be
23 closed, and has also engaged in negotiations with many of the landlords to try to obtain rent
24 concessions which would reduce rent to a level that would render currently underperforming
25 Retail Stores profitable, the Debtor requires additional time to complete its analysis and
26 negotiations. The Debtor believes that it may not be in a position to make its final decisions
27 regarding the assumption or rejection of the unexpired non-residential real property leases for the
28

78 remaining Retail Stores (collectively, the “Remaining Leases”) by October 13, 2017, the current deadline under 11 U.S.C. § 365(d)(4) by which the Debtor is otherwise required to assume or reject its unexpired non-residential real property leases.

Accordingly, on August 29, 2017, the Debtor filed a motion seeking the entry of an order extending the deadline under 11 U.S.C. § 365(d)(4) by which the Debtor must assume or reject the 78 Remaining Leases, for a period of ninety (90) days, from October 13, 2017 through and including January 11, 2018 (the “Lease Extension Motion”). The hearing on the Debtor’s Lease Extension Motion is set for September 19, 2017 at 11:00 a.m.

C. Status Of The Debtor’s Reorganization Efforts And Estimate As To Timeframe For The Filing Of Motion For Order Approving Adequacy Of Disclosure Statement And Motion For Order Confirming Chapter 11 Plan.

Given the retail nature of the Debtor’s business, the future of many, if not all, of the Debtor’s remaining Retail Stores and the Debtor’s ultimate reorganization strategy in this case hinge upon the Debtor’s evaluation of the remaining Retail Stores and negotiations with its landlords. While the Debtor has undertaken the process of evaluating the financial performance of its remaining Retail Stores and negotiating with its landlords for rent concessions and other lease modifications, the Debtor believes that it may not be able to complete such evaluation and negotiations, and then formulate and file a plan of reorganization, within its current exclusive period for filing a plan of reorganization (which will expire on October 13, 2017, unless extended). Furthermore, to formulate a plan of reorganization that is feasible, the Debtor requires additional time to allow the claims bar date (which the Court has established as September 30, 2017 in the Debtor’s case) to pass and to carefully analyze the amount, validity, and extent of the claims asserted against the Debtor which must be addressed in such plan.

Accordingly, on August 29, 2017, the Debtor filed a motion seeking the entry of an order extending the Debtor’s exclusive periods to file a plan of reorganization and obtain acceptances thereof for approximately ninety (90) days, to and including January 18, 2018 and March 19,

2018, respectively (the “Plan Exclusivity Motion”). The hearing on the Debtor’s Plan
Exclusivity Motion is set for September 19, 2017 at 11:00 a.m.

Notwithstanding the filing of the Plan Exclusivity Motion, the Debtor remains committed
to exiting from bankruptcy as quickly and cost-effectively as possible. The Debtor estimates that
it will be in a position to file its proposed plan of reorganization and disclosure statement by
October 31, 2017, and therefore submits the following estimated timeframe for obtaining
approval of a disclosure statement and confirmation of a plan of reorganization in this case:

October 31, 2017	Filing of motion for order approving adequacy of disclosure statement
November 30, 2017	Deadline to file objections to adequacy of disclosure statement
December 7, 2017	Deadline to file reply to any objections to adequacy of disclosure statement
December 14, 2017 at 11:00 a.m.	Hearing on motion for order approving adequacy of disclosure statement
December 21, 2017	Service of plan and disclosure statement (if approved by the Court at the hearing on December 14, 2017), notice of plan confirmation hearing, and other solicitation materials
January 4, 2018	Filing of motion for order confirming plan
January 18, 2018	Deadline to (i) submit plan ballots, and (ii) file objections to confirmation of plan
January 25, 2018	Deadline to file (i) reply to any objections to confirmation of plan, and (ii) ballot analysis
February 1, 2018 at 11:00 a.m.	Hearing on motion for order confirming plan

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D. Proposed Deadline For Hearings On Any Objections To Claims.

Pursuant to an order entered by the Court on August 14, 2017, the bar date by which parties who wish to assert pre-petition claims against the Debtor must file and serve proofs of claim or be forever barred from asserting such pre-petition claims against the Debtor has been established as September 30, 2017 (subject to certain exceptions for landlord claims).

The Debtor anticipates that its plan of reorganization will provide for a deadline by which any objections to claims must be filed and, therefore, requests that the Court not establish a deadline for filing objections to claims at this time. However, if the Court requires that such a deadline be set now, the Debtor respectfully requests that the deadline be set on or after March 30, 2018.

Dated: September 6, 2017

CORNERSTONE APPAREL, INC.



By: _____
TIMOTHY J. YOO
EVE H. KARASIK
JULIET Y. OH
LEVENE, NEALE, BENDER, YOO
& BRILL L.L.P.
Attorneys for Debtor and
Debtor in Possession

DECLARATION OF TAE Y. YI

I, Tae Y. Yi, hereby declare as follows:

1. I am over 18 years of age. I am the President, Chief Financial Officer, Secretary, and one of the three shareholders of Cornerstone Apparel, Inc., d/b/a Papaya Clothing, the debtor and debtor in possession herein (the "Debtor"), and am therefore familiar with the business operations and financial books and records of the Debtor. I have personal knowledge of the facts set forth below and, if called to testify as a witness, I could and would competently testify thereto.

2. I have access to the Debtor's books and records. As President, Chief Financial Officer and Secretary of the Debtor, I am familiar with the history, organization, operations and financial condition of the Debtor. The records and documents referred to in this declaration constitute writings taken, made, or maintained in the regular or ordinary course of the Debtor's business at or near the time of act, condition or event to which they relate by persons employed by the Debtor who had a business duty to the Debtor to accurately and completely take, make, and maintain such records and documents. The statements set forth in this declaration are based upon my own personal knowledge and my review of the Debtor's books and records.

3. I make this declaration in support of the Debtor's second report on the status of the Debtor's reorganization case (the "Status Report"), to which this declaration is attached. All capitalized terms not specifically defined herein shall have the meanings ascribed to them in the Status Report.

4. The Debtor filed a voluntary petition under Chapter 11 of 11 U.S.C. §§ 101 *et seq.* (the "Bankruptcy Code") on June 15, 2017 (the "Petition Date"). The Debtor continues to operate its business, manage its financial affairs and operate its bankruptcy estate as a debtor-in-possession.

5. The Debtor operates a chain of apparel stores under the name "Papaya Clothing" that caters to teens, juniors and the "young at heart," and focuses on the 16 to 25 year old age group. Given the ever-changing fashion world, the Debtor has established a production line that can take a new design from start to finish within a two-week period in order to give its customers an impressive selection of the latest fashions.

1 6. The Debtor is based in Commerce, California with a 75,000 square feet
2 headquarters complex, which includes its warehouse and distribution facilities. As of the Petition
3 Date, the Debtor employed a workforce of approximately of 1,300 employees.

4 7. As of the Petition Date, the Debtor owned and operated over 80 retail stores located
5 in shopping malls and shopping centers throughout the United States (collectively, the “Retail
6 Stores,” and individually, a “Retail Store”). The Debtor has been operating its business and the
7 Retail Stores in the ordinary course since the Petition Date.

8 8. The Debtor is currently focused on evaluating the viability of the Retail Stores. As
9 part of its “first-day” emergency motions, on the Petition Date, the Debtor filed a motion seeking
10 Court authority to reject the unexpired real property leases for eight (8) of the Debtor’s Retail
11 Stores and twenty two (22) vacated store sites, effective as of June 30, 2017 (or earlier, if the
12 Debtor had already vacated the premises), and seeking other related relief. I am advised and
13 believe that the foregoing motion was granted by the Court pursuant to an order entered on June
14 21, 2017.

15 9. On August 4, 2017, the Debtor filed a second motion seeking Court authority to
16 reject the unexpired real property leases for two (2) of the Debtor’s Retail Stores, effective as of
17 August 31, 2017. I am advised and believe that the foregoing motion was granted by the Court
18 pursuant to an order entered on August 30, 2017.

19 10. There are currently a total of seventy-eight (78) remaining Retail Stores being
20 operated by the Debtor.

21 11. While the Debtor has performed detailed analyses of the 78 Retail Stores to
22 determine which of the Retail Stores are profitable (or potentially profitable if rent concessions can
23 be successfully negotiated) and which of the Retail Stores are not profitable and therefore must be
24 closed, and has also engaged in negotiations with many of the landlords to try to obtain rent
25 concessions which would reduce rent to a level that would render currently underperforming Retail
26 Stores profitable, the Debtor requires additional time to complete its analysis and negotiations.

27 12. It is possible that the Debtor may not be in a position to make its final decisions
28

1 regarding the assumption or rejection of the unexpired non-residential real property leases for the
2 78 remaining Retail Stores (collectively, the “Remaining Leases”) by October 13, 2017, which I
3 understand and believe is the current deadline under the Bankruptcy Code by which the Debtor is
4 otherwise required to assume or reject its unexpired non-residential real property leases.

5 13. Accordingly, on August 29, 2017, the Debtor filed a motion seeking the entry of an
6 order extending the deadline by which the Debtor must assume or reject the 78 Remaining Leases,
7 for a period of ninety (90) days, from October 13, 2017 through and including January 11, 2018
8 (the “Lease Extension Motion”). I am advised and believe that the hearing on the Debtor’s Lease
9 Extension Motion is set for September 19, 2017 at 11:00 a.m.

10 14. Given the retail nature of the Debtor’s business, I believe the future of many, if not
11 all, of the Debtor’s remaining Retail Stores and the Debtor’s ultimate reorganization strategy in this
12 case hinge upon the Debtor’s evaluation of the remaining Retail Stores and negotiations with its
13 landlords. While the Debtor has undertaken the process of evaluating the financial performance of
14 its remaining Retail Stores and negotiating with its landlords for rent concessions and other lease
15 modifications, it is possible that the Debtor may not be able to complete such evaluation and
16 negotiations, and then formulate and file a plan of reorganization, within its current exclusive
17 period for filing a plan of reorganization (which I understand and believe will expire on October
18 13, 2017, unless extended).

19 15. Furthermore, to formulate a plan of reorganization that is feasible, I believe the
20 Debtor requires additional time to allow the claims bar date (which I understand and believe the
21 Court has established as September 30, 2017 in the Debtor’s case) to pass and to carefully analyze
22 the amount, validity, and extent of the claims asserted against the Debtor which must be addressed
23 in such plan of reorganization.

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1 16. Accordingly, on August 29, 2017, the Debtor filed a motion seeking the entry of an
2 order extending the Debtor's exclusive periods to file a plan of reorganization and obtain
3 acceptances thereof for approximately ninety (90) days, to and including January 18, 2018 and
4 March 19, 2018, respectively (the "Plan Exclusivity Motion"). I am advised and believe that the
5 hearing on the Debtor's Plan Exclusivity Motion is set for September 19, 2017 at 11:00 a.m.

6 17. Notwithstanding the filing of the Plan Exclusivity Motion, the Debtor remains
7 committed to exiting from bankruptcy as quickly and cost-effectively as possible. I estimate that
8 the Debtor will be in a position to file its proposed plan of reorganization and disclosure statement
9 by October 31, 2017. The Debtor has included in the Status Report an estimated timeframe for
10 obtaining approval of a disclosure statement and confirmation of a plan of reorganization in this
11 Chapter 11 bankruptcy case.

12 18. I am advised and believe that, pursuant to an order entered by the Court on August
13 14, 2017, the bar date by which parties who wish to assert pre-petition claims against the Debtor
14 must file and serve proofs of claim or be forever barred from asserting such pre-petition claims
15 against the Debtor has been established as September 30, 2017 (subject to certain exceptions for
16 landlord claims).

17 19. I anticipate that the Debtor's plan of reorganization will provide for a deadline by
18 which any objections to claims must be filed. Therefore, the Debtor requests that the Court not
19 establish a deadline for filing objections to claims at this time or, if the Court requires that such a
20 deadline be set now, the Debtor respectfully requests that the deadline be set on or after March 30,
21 2018.

22 I declare under penalty of perjury that the foregoing is true and correct.

23 Executed this 6th day of September, 2017, at Commerce, California.

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25
26 
Tae Yi, Declarant

PROOF OF SERVICE OF DOCUMENT

I am over the age of 18 and not a party to this bankruptcy case or adversary proceeding. My business address is: 10250 Constellation Boulevard, Suite 1700, Los Angeles, CA 90067

A true and correct copy of the foregoing document entitled: **DEBTOR-IN-POSSESSION'S SECOND REPORT ON STATUS OF REORGANIZATION CASE; DECLARATION OF TAE Y. YI IN SUPPORT THEREOF** will be served or was served **(a)** on the judge in chambers in the form and manner required by LBR 5005-2(d); and **(b)** in the manner stated below:

1. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF): Pursuant to controlling General Orders and LBR, the foregoing document will be served by the court via NEF and hyperlink to the document. On **September 7, 2017**, I checked the CM/ECF docket for this bankruptcy case or adversary proceeding and determined that the following persons are on the Electronic Mail Notice List to receive NEF transmission at the email addresses stated below:

☒ *Service information continued on attached page*

2. SERVED BY UNITED STATES MAIL: On **September 7, 2017**, I served the following persons and/or entities at the last known addresses in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States mail, first class, postage prepaid, and addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.

☒ *Service information continued on attached page*

3. SERVED BY PERSONAL DELIVERY, OVERNIGHT MAIL, FACSIMILE TRANSMISSION OR EMAIL (state method for each person or entity served): Pursuant to F.R.Civ.P. 5 and/or controlling LBR, on **September 7, 2017**, I served the following persons and/or entities by personal delivery, overnight mail service, or (for those who consented in writing to such service method), by facsimile transmission and/or email as follows. Listing the judge here constitutes a declaration that personal delivery on, or overnight mail to, the judge will be completed no later than 24 hours after the document is filed.

Served via Attorney Service

Hon. Vincent P. Zurzolo
United States Bankruptcy Court
Edward R. Roybal Federal Building
255 E. Temple Street, Suite 1360 / Ctrm 1368
Los Angeles, CA 90012

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

September 7, 2017	Stephanie Reichert	/s/ Stephanie Reichert
<i>Date</i>	<i>Type Name</i>	<i>Signature</i>

1 **1. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF):**

2 Dustin P Branch on behalf of Creditors PGIM Real Estate, Starwood Retail Partners, LLC, The Macerich
3 Company, and Westfield, LLC
branchd@ballardspahr.com, carolod@ballardspahr.com;hubenb@ballardspahr.com

4 John H Choi on behalf of Interested Party Courtesy NEF
5 johnchoi@kpcylaw.com, christinewong@kpcylaw.com

6 Richard T Davis on behalf of Creditor Spotsylvania Mall Company
rdavis@cafarocompany.com, lspahlinger@cafarocompany.com

7 John P Dillman on behalf of Creditors Cypress-Fairbanks ISD, Galveston County, Harris County, and
8 Tyler County
houston_bankruptcy@publicans.com

9 Oscar Estrada on behalf of Creditor LOS ANGELES COUNTY TREASURER AND TAX COLLECTOR
10 oestrada@ttc.lacounty.gov

11 Scott Ewing on behalf of Interested Party Courtesy NEF
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12 5715976304852992@inbound.docketalarm.com

13 Ronald E Gold on behalf of Creditor Washington Prime Group Inc.
rgold@fbtlaw.com, joguinn@fbtlaw.com

14 Courtney J Hull on behalf of Creditor Texas Comptroller of Public Accounts
15 bk-chull@oag.texas.gov, sherri.simpson@oag.texas.gov

16 Clifford P Jung on behalf of Interested Party Courtesy NEF
clifford@jyllp.com, victoria@jyllp.com;karill@jyllp.com

17 Eve H Karasik on behalf of Debtor Cornerstone Apparel, Inc.
18 ehk@lnbyb.com

19 John W Kim on behalf of Attorney John W Kim
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20 Jeffrey Kurtzman on behalf of Creditor PREIT Services, as agent for PR Springfield Town Center, LLC
21 kurtzman@kurtzmansteady.com

22 Jeffrey S Kwong on behalf of Debtor Cornerstone Apparel, Inc.
jsk@lnbyb.com, jsk@ecf.inforuptcy.com

23 Dare Law on behalf of U.S. Trustee United States Trustee (LA)
24 dare.law@usdoj.gov

25 Scott Lee on behalf of Creditor Committee Official Committee of Unsecured Creditors
slee@lbbslaw.com

26 Noreen A Madoyan on behalf of Interested Party Courtesy NEF
Noreen@MarguliesFaithLaw.com,
27 Helen@MarguliesFaithlaw.com;Victoria@MarguliesFaithlaw.com;Brian@MarguliesFaithlaw.com
28

1 Monserrat Morales on behalf of Interested Party Courtesy NEF

mmorales@marguliesfaithlaw.com,

2 Helen@marguliesfaithlaw.com;Victoria@marguliesfaithlaw.com;Brian@marguliesfaithlaw.com

3 Kevin M Newman on behalf of Creditors Carousel Center Company, L.P., EklecCo NewCo LLC, and
Pyramid Walden Company, L.P.

4 knewman@menterlaw.com, kmnbk@menterlaw.com

5 Juliet Y Oh on behalf of Debtor Cornerstone Apparel, Inc.

jyo@lnbrb.com, jyo@lnbrb.com

6 Kristen N Pate on behalf of Creditor GGP Limited Partnership

7 ggpbk@ggp.com

8 Christopher E Prince on behalf of Interested Party Courtesy NEF

cprince@lesnickprince.com,

9 jmack@lesnickprince.com;mlampton@lesnickprince.com;cprince@ecf.courtdrive.com

10 Lovee D Sarenas on behalf of Creditor Committee Official Committee of Unsecured Creditors

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11 Lovee D Sarenas on behalf of Interested Party Courtesy NEF

12 lovee.sarenas@lewisbrisbois.com

13 Benjamin Seigel on behalf of Interested Party Courtesy NEF

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14 Michael A Shakouri on behalf of Creditor c/o Goodkin & Lynch 5060 Montclair Plaza Lane Owner, LLC

15 mshakouri@goodkinlynch.com, paralegal@goodkinlynch.com

16 Ronald M Tucker, Esq on behalf of Creditor Simon Property Group, Inc.

rtucker@simon.com, cmartin@simon.com;psummers@simon.com;Bankruptcy@simon.com

17 United States Trustee (LA)

18 ustpreion16.la.ecf@usdoj.gov

19 Ashley R Wedding on behalf of Creditor Temecula Towne Center Associates L.P.

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20 Elizabeth Weller on behalf of Creditors Dallas County, Smith County, and Tarrant County

21 dallas.bankruptcy@publicans.com

22 Timothy J Yoo on behalf of Debtor Cornerstone Apparel, Inc.

tjy@lnbyb.com

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25

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Cornerstone Apparel, Inc. (8096)
RSN, Debtor, OUST, Top 20,
Committee, and Alleged Secureds

Debtor
Cornerstone Apparel, Inc.
5807 Smithway Street
Los Angeles, CA 90040

United States Trustee
Kelly L. Morrison
915 Wilshire Blvd., Suite 1850
Los Angeles, California 90017

Alleged Secured Creditors:

Bank of America, N.A.
2059 Northlake Parkway 3 North
Tucker, GA 30084

Eklecco Newco, LLC
4 Clinton Square
Syracuse, NY 13202

Top 20 Unsecured Creditors:

Ambiance Apparel
2415 E. 15th Street
Los Angeles, CA 90021

edgemine, Inc.
1801 E. 50th Street
Los Angeles, CA 90058

Wax Jean
Attn: Steve Noh
930 Towne Ave.
Los Angeles, CA 90021

Iris / K & L
Wholesales, Corp.
3317 East 50th Street
Vernon, CA 90058

Belinda / X.E.N.O.S
1138 S. Crocker St.
Los Angeles, CA 90021

Itsme Jean, Inc.- No Factor
1100 S. San Pedro St., #L-1
Los Angeles, CA 90015

DNA Couture, Inc.
747 E. 10th St., #102-103
Los Angeles, CA 90021

Style Melody, Inc. / Lovetree
110 E. 9th Street, Suite #A-1126
Los Angeles, CA 90079

Active USA Inc.
1807 E. 48th Place
Los Angeles, CA 90058

Heart & Hips
2424 E. 26th St.
Vernon, CA 90058

Miss Avenue
776 E. 10th Street, #121
Los Angeles, CA 90074-0952

Danbee, Inc.
3360 E. Pico Blvd
Los Angeles, CA 90023

Blossom Inc.
P.O. Box 76327
Los Angeles, CA 90076

Parkway Plaza LP
c/o Starwood Capital Group
591 West Putnam Avenue
Greenwich, CT 06830

Parks at Arlington LLC
110 N. Wacker Dr.
Chicago, IL 60606

Papermoon / J & E
Trading USA, LLC
1100 S. San Pedro St., #A-4
Los Angeles, CA 90074-1084

HYFVE, Inc. (Double Zero)
Dept. LA 24406
Pasadena, CA 91185-4406

Committee & Committee Counsel:

Committee Counsel

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Chicago, IL 60661

Committee Counsel

Lovee D. Sarenas
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Los Angeles, CA 90071

Reflex Trading Inc.
c/o Richard H. Song, Owner
1100 S. San Pedro Street, #D-4
Los Angeles, CA 90015

Fashion Magazine Inc.
dba Fashion Art
c/o William Waneo Ha, CEO
1100 S. San Pedro St., D-I
Los Angeles, CA 90015

Xenos Fashion Inc. dba Belinda
1616 E. 14th Street
Los Angeles, CA 90021

John Lee
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Los Angeles, CA 90010

GGP Limited Partnership
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Bankruptcy Manager
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Ivan Gold, Esq.
Allen Matkins Leck Gamble & Mallory,
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San Francisco, CA 94111-4015

Daniela Lee, General Manager
dba Chocolate USA
1150 Crocker Street
Los Angeles, CA 90021

Simon Property Group
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Indianapolis, IN 46204

Ronald M. Tucker
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Indianapolis, IN 46204

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SVPICustomer Credit Mgr.
1000 Wilshire Boulevard
Los Angeles, CA 90017

Finance One, Inc.
c/o Stephen Kim, Senior VP
801 S. Grand Avenue, Ste. 1000
Los Angeles, CA 90017

Tony Kim, Esq.
Kim Park Choi & Yi
3435 Wilshire Blvd., Ste. 2150
Los Angeles, CA 90010

Alliance U.S.A., Inc.
dba Ambiance Apparel
c/o In Y. Noh, COO
2415 E. 15th Street
Los Angeles, CA 90021